

60230029
cc: Wayne

FORM MR-AR
(Revised 1/2007)

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
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DEC 29 2008

SMALL MINING OPERATIONS 2007 PROGRESS REPORT
January 1, 2008 to December 31, 2008

The information required in this form are based on provisions of the Mining Land Reclamation Act, Title 40-6, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 5230029
2. Mine Name: LOST SHEEP MINE
3. Name of Operator/Permittee: MICHAEL S. PROVSTGAARD

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.

4. Mine Location: SECTION 21, TOWNSHIP 12 S, RANGE 12 W
5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined 0 Tons, or 0 yd³
Waste Material Moved 0 Tons, or 0 yd³
New Disturbance 0 Acres during 2008
Area Reclaimed 0 Acres during 2008
Total Disturbed Area ONE Acres*

was the ore shipped off site? If not, where is the ore located? _____

Where is the waste located? _____

*Total life of mine disturbance to the end of 2008.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

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I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): MICHAEL S. PROVSTGAARD
Title of Operator: OWNER
Signature of Operator: [Signature]
Date: DEC. 18 2008